

State of California
Department of Veterans Affairs
Division of Farm and Home Purchases

CONSENT TO ENCUMBER

Contract Purchaser's Name: _____ Contract Number: _____

Contract Property Address: _____

Lender Name: _____ Lender Account #: _____

Address: _____ Contact Person: _____

City: _____ State: _____ Zip Code: _____ Title Contact Person: _____

1. Total amount of the encumbrance to be issued: _____

2. Are there any existing note(s) & deed(s) of trust recorded against the Property (not including the CalVet Contract)?
Yes ☐ No ☐

Will proceeds from this loan pay existing junior lienholder(s)? Yes ☐ No ☐

Are they to be paid in full from the proceeds of this loan? Yes ☐ No ☐

New Lender's Authorized Signature _____ Phone: _____

APPROVAL – CONSENT TO ENCUMBER

The Department of Veterans Affairs will consent to placing a deed of trust against the property described in the above-numbered CalVet purchase contract under the following terms and conditions:

The contract purchaser agrees that:

- a) All monies obtained under this deed of trust will be expended for a lawful purpose.
- b) All labor or material liens arising from the construction activities on the contract property will be satisfied by the contract purchaser.

Lender agrees that the deed of trust will be junior and subordinate to any interest the Department of Veterans Affairs may now have, or may hereafter acquire by reason of increases in the CalVet loan balance resulting from advances for payment of assessments, charges, insurance premiums, and/or taxes. ,

The lender further agrees to provide CalVet with the name and address of assignee if the Note/Trust Deed is assigned to another party.

The Department agrees to notify the lender 30 days in advance of declaring this CalVet contract in default and issuing its Notice of Cancellation.

FOR DEPARTMENT USE ONLY ☐ ☐
APPROVAL-CONSENT TO ENCUMBER TO IMPROVE

Date: _____

NOTE: PLEASE READ THE INSTRUCTIONS ON THE OTHER SIDE

State of California
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CONSENT TO ENCUMBER

REQUEST FOR DEPARTMENT'S CONSENT

Contract No. _____

CALVET PURCHASER AND SPOUSE COMPLETE THE FOLLOWING:

1. I request consent: ☐ To encumber my CalVet Property and/or ☐ To improve my CalVet Property

2. If you are going to improve the property, please submit a description of the improvement(s). If the improvements include structural alterations or additions, submit plans or a detailed sketch with dimensions. This information is needed for insurance valuation purposes.

Note: Necessary permits must be obtained from your City or County prior to the start of the property improvements.

3. An increase in insurance coverage should be necessary only if you are adding improvements or if the existing structure is underinsured. Please notify us if you want to increase your insurance coverage.

4. There is a nonrefundable fee of \$25.00 for providing this service. If this form is faxed, the fee will be charged to your monthly statement and will be payable with your regular installment. If the form is mailed, you must include a check or money order made payable to CDVA.

Date: _____ Signature of Purchaser _____

Signature of Spouse _____

INSTRUCTIONS:

BROKERS: DO NOT COMPLETE THIS FORM IF YOU ARE NOT GOING TO BE THE LENDER. HAVE LENDER COMPLETE ALL OF THE LENDER INFORMATION.

If the form is not completely filled in, it will be returned. Please make sure it is complete and signed.

Please allow three to five days to process the Consent form.

You may Fax this form to (916) 651-9090. If you are unable to fax the form, please mail it to:

CalVet Home Loans/Consent to Encumber
1227 O Street
Sacramento, CA 95814

A copy of the Consent form with the Loss Payable Endorsement, if required, will be returned to you by mail.

cc: Contract Purchaser
Sacramento HQ